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Debra Hardman
Acting Commissioner

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The attached report represents a consolidation of Reports of Condition and Income filed by state-chartered banks with the Missouri Division of Finance as of September 30, 2015, and a comparison with the statements filed one year earlier. Also included is a comparison of financial statements of state-chartered and national banks.

During the previous twelve months, the number of state-chartered banks and trust companies declined from 262 to 261. During these past twelve months five banks merged into other institutions and five new state bank charters were granted; as three national institutions and two federal thrifts converted to state chartered banks, and one bank self liquidated.

Assets in state-chartered banks totaled \$107.5 billion on September 30, 2015, an increase of 7.1 percent from one year earlier. Deposits were \$88.3 billion and total loans were \$68.9 billion on September 30, 2015, an increase of 6.0 percent and 12.0 percent from one year earlier, respectively.

The overall condition of Missouri state-chartered banks continues to improve. The attached graphs illustrate improvement in several component areas. Asset quality has improved, with the past due ratio stabilizing at a manageable 1.34 percent down from 1.77 percent one year earlier. The return on assets remains strong at 1.09 percent, despite a compressed and shrinking net interest margin. The median return on assets for state-chartered banks is 0.99 percent as of September 30, 2015.

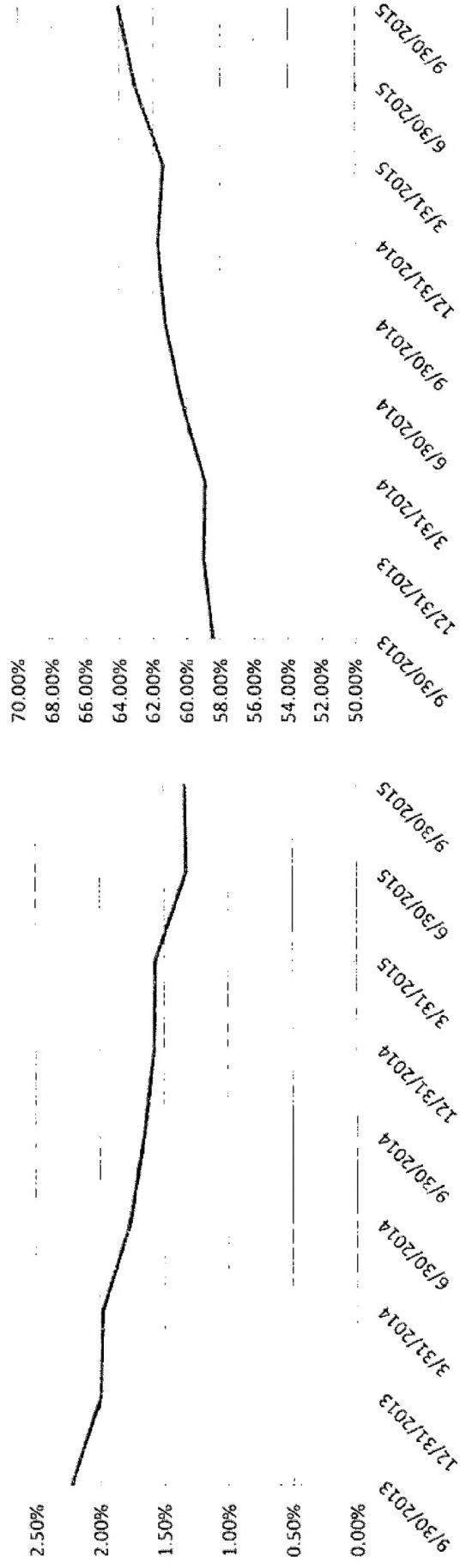
Capital remains strong, as the Tier 1 Leverage Capital ratio is 9.92 percent of total assets, which is slightly above the national average of 9.61 percent.

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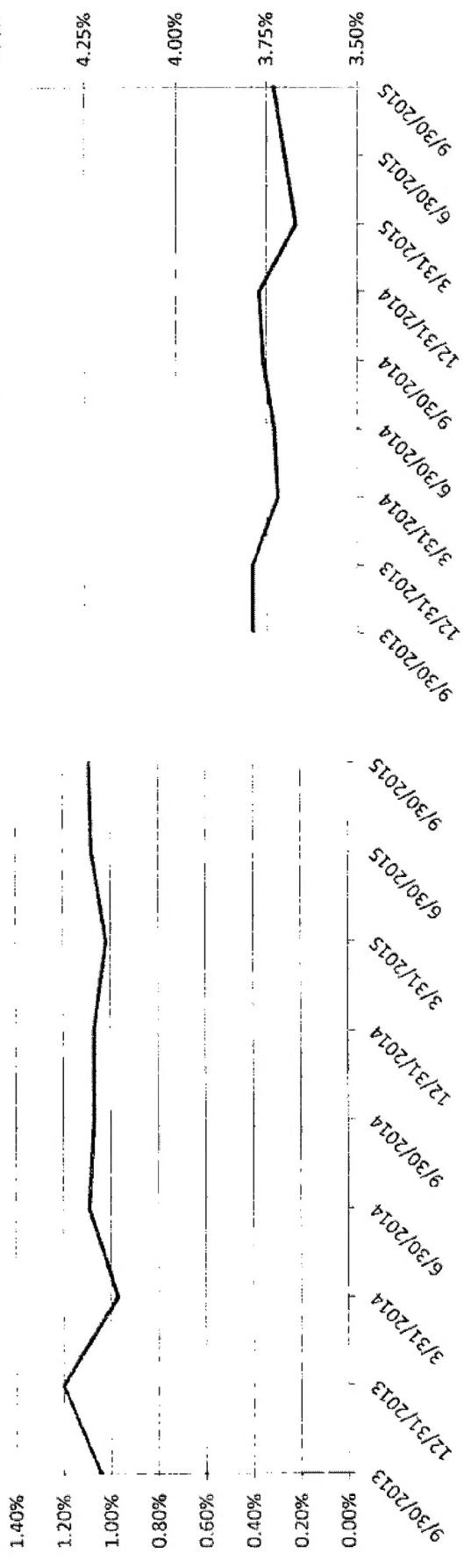
PAST DUE LOANS TO TOTAL LOANS

Loans/Assets



RETURN ON ASSETS

NET INTEREST MARGIN



**COMPARATIVE STATEMENT OF CONDITION
STATE AND NATIONAL BANKS IN MISSOURI
AS OF SEPTEMBER 30, 2015**

| MILLIONS OF DOLLARS | 9/30/2015 | | | 9/30/2014 | |
|---|-----------------------|-------------------------|---------------------|---------------------|-------------------|
| | 261 STATE BANKS | 20 NATIONAL BANKS | 281 ALL BANKS | 288 ALL BANKS | PERCENT CHANGE |
| ASSETS | | | | | |
| Cash and Due from Banks | 5,197 | 1,673 | 6,870 | 7,826 | -12.2% |
| Investment Securities | 27,286 | 10,399 | 37,685 | 38,311 | -1.6% |
| Total Loans and Leases | 68,900 | 16,878 | 85,778 | 76,874 | 11.6% |
| Less: Reserves | 1,003 | 183 | 1,186 | 1,185 | 0.1% |
| Federal Funds Sold | 1,307 | 167 | 1,474 | 1,378 | 7.0% |
| Fixed Assets | 1,996 | 508 | 2,504 | 2,487 | 0.7% |
| Other Real Estate | 411 | 48 | 459 | 620 | -26.0% |
| Intangible Assets | 673 | 213 | 886 | 818 | 8.3% |
| Other assets | 2,757 | 851 | 3,608 | 3,157 | 14.3% |
| TOTAL ASSETS | \$107,524 | \$30,554 | \$138,078 | \$130,286 | 6.0% |
| LIABILITIES | | | | | |
| Total Deposits | 88,315 | 25,188 | 113,503 | 107,596 | 5.5% |
| Deposits over \$250M | 3,889 | 807 | 4,696 | 4,481 | 4.8% |
| Brokered Deposits | 6,576 | 468 | 7,044 | 6,497 | 8.4% |
| Federal Funds Purchased | 4,759 | 1,630 | 6,389 | 5,917 | 8.0% |
| Other liabilities | 3,180 | 788 | 3,968 | 3,537 | 12.2% |
| Total Equity Capital | 11,270 | 2,948 | 14,218 | 13,236 | 7.4% |
| TOTAL LIABILITIES AND EQUITY CAPITAL | \$107,524 | \$30,554 | \$138,078 | \$130,286 | 6.0% |
| EARNINGS | | | | | |
| Interest Income | 2,755 | 642 | 3,397 | 3,285 | 3.4% |
| Interest Expense | 237 | 41 | 278 | 285 | -2.5% |
| Net Interest Income | 2,518 | 601 | 3,119 | 3,000 | 4.0% |
| Provision for Loan Losses | 69 | 25 | 94 | 113 | -16.8% |
| Net Income | 877 | 131 | 1,008 | 958 | 5.2% |
| Cash Dividends | 607 | 44 | 651 | 552 | 17.9% |
| Net Loan Losses | 61 | 17 | 78 | 113 | -31.0% |

**COMPARATIVE STATEMENT OF CONDITION
STATE BANKS AND TRUST COMPANIES IN MISSOURI
AS OF SEPTEMBER 30, 2015**

| THOUSANDS OF DOLLARS | 261 | 262 | INCREASE DECREASE() | PERCENT CHANGE |
|---------------------------|--------------------|--------------------|------------------------|-------------------|
| | BANKS 9/30/2015 | BANKS 9/30/2014 | | |
| ASSETS | | | | |
| Total Loans | 68,899,689 | 61,534,015 | 7,365,674 | 12.0% |
| Allowance for Loan Losses | 1,002,648 | 982,178 | 20,470 | 2.1% |
| Total Assets | 107,524,456 | 100,414,459 | 7,109,997 | 7.1% |
| LIABILITIES | | | | |
| Total Deposits | 88,314,941 | 83,307,942 | 5,006,999 | 6.0% |
| Total Equity Capital | 11,270,046 | 10,396,501 | 873,545 | 8.4% |

| OPERATING RATIOS | 9/30/2015 | 9/30/2014 | CHANGE |
|--|-----------|-----------|--------|
| | | | |
| Equity Capital/Assets | 10.48% | 10.35% | 0.13% |
| Tangible Equity Capital/Assets | 9.92% | 9.83% | 0.09% |
| Capital and Allowance for Loan Losses/Assets | 11.31% | 11.22% | 0.09% |
| Total Loans/Assets | 64.08% | 61.28% | 2.80% |
| Past Due and Nonaccrual Loans/Total Loans | 1.34% | 1.66% | -0.32% |
| Allowance for Loan Losses/Total Loans | 1.46% | 1.60% | -0.14% |
| Average Net Interest Margin | 3.73% | 3.76% | -0.03% |
| Return on Assets | 1.09% | 1.07% | 0.02% |

NOTES:

2014 and 2015 do not include five nondeposit trust companies.